

State of Utah DEPARTMENT OF NATURAL RESOURCES Division of Oil, Gas & Mining

MICHAEL R. STYLER Executive Director JOHN R. BAZA Division Director

Inspection Report Minerals Regulatory Program February 20, 2013

Reviewed

RIF

Mine Name: Utelite Mine	Permit Number: M/043/0004 Inspection Date: October 19, 2011		
Operator Name: Utelite Corporation			
Inspector(s): L Heppler & W Western	Time: 1:30 PM		
Other Participants: Operator Representative	Mine Status: Active		

Elements of Inspection	Evaluated	Comment	Enforcemen ⁻
1. Permits, Revisions, Transfer, Bonds		\boxtimes	
2. Public Safety (shafts, adits, trash, signs, highwalls)			
3. Protection of Drainages / Erosion Control			
4. Deleterious Material			
5. Roads (maintenance, surfacing, dust control, safety)			
6. Reclamation			
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts)			
8. Soils	$\overline{\boxtimes}$	\boxtimes	
9. Revegetation			

Bond Renewal Date: 07-20-2009 Bond Amount: \$225,900 Permit fee is up to date

Purpose of Inspection: Routine annual Inspection. This site was last inspected as a large mine 09/08/2010.

Inspection Summary: There is no NOI on file with the Division, but there is a Reclamation bond with the Division. Overall the Operation is well maintained - no erosional problems were noted, no deleterious material was noted and roads were in good condition, Topsoil stockpiles were noted in the 06/13/2006 OGM inspection, but Inspector did not review the stockpiles. Every effort should be made to salvage top soil from the site prior to mining. There is an adjacent landfill that utilizes pit waste, eliminating waste dumps at the mine site.

Photos were taken to document site conditions.

Conclusions and Recommendations: Operator needs to update permit and reclamation bond. OGM to continue annual inspections and monitor the site when in the area.

Inspector's Signature

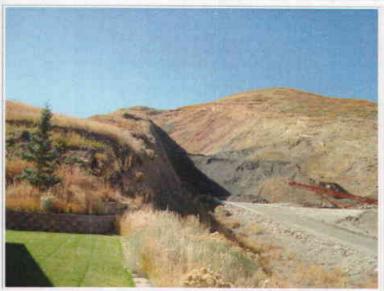
LAH:pb

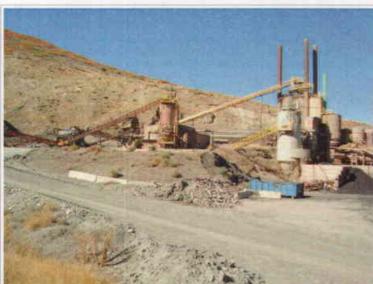
cc: Carsten Mortensen

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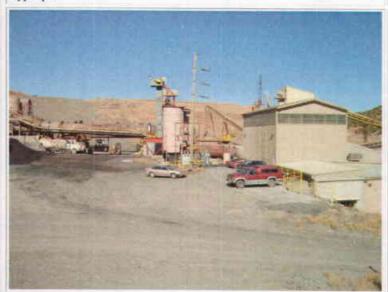


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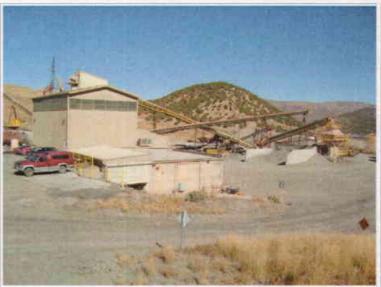




Upper pit



Upper part of Process plant



Middle part of Process plant

Lower part of Process plant

